



QUARTERLY STATEMENT
AS OF MARCH 31, 2002
OF THE CONDITION AND AFFAIRS OF THE
Medical Life Insurance Company

NAIC Group Code	0917	NAIC Company Code	86991	Employer's ID Number	34-1174729
	(Current Period)		(Prior Period)		
Organized under the Laws of	Ohio	State of Domicile or Port of Entry	OH		
Country of Domicile	United States				
Incorporated	09/13/1973	Commenced Business	11/13/1975		
Statutory Home Office	1220 Huron Road		Cleveland, OH	44115	
	(Street and Number)		(City, or Town, State and Zip Code)		
Main Administrative Office	1220 Huron Road				
	(Street and Number)				
	Cleveland, OH 44115		(800)544-9000-		
	(City or Town, State and Zip Code)		(Area Code) (Telephone Number)		
Mail Address	1220 Huron Road		Cleveland, OH	44115	
	(Street and Number or P.O. Box)		(City, or Town, State and Zip Code)		
Primary Location of Books and Records	1220 Huron Road				
	(Street and Number)				
	Cleveland, OH 44115		(800)544-9000-		
	(City, or Town, State and Zip Code)		(Area Code) (Telephone Number)		
Internet Website Address	www.med-life.com				
Statutory Statement Contact	Ana L Clark		(216)687-6240-		
	(Name)		(Area Code)(Telephone Number)(Extension)		
	clarka@med-life.com		(216)522-8702-		
	(E-Mail Address)		(Fax Number)		
Policyowner Relations Contact	1220 Huron Road				
	(Street and Number)				
	Cleveland, OH 44115		(800)544-9000-		
	(City, or Town, State and Zip Code)		(Area Code) (Telephone Number)(Extension)		

OFFICERS

President	Larry Joseph Newsom
Secretary	Maureen Therese Mulville
Treasurer	Michael Joseph Lynch
Chief Actuary	John Wilson McKee III
Chief Financial Officer	Gerard Thomas Mallen
Vice President	Marcia Carroll Sevold
Chief Underwriter	Herman Angelo Lefevre

VICE PRESIDENTS

Marcia Carroll Sevold	John Wilson McKee III
Gerard Thomas Mallen	Michael Joseph Lynch

DIRECTORS OR TRUSTEES

Larry Joseph Newsom	Michael Joseph Lynch
Marcia Carroll Sevold	Gregory Paul Turner #
Debra Anne Yantek #	

State of Ohio
County of Cuyahoga ss

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of the said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manuals except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively.

(Signature)	(Signature)	(Signature)
Larry Joseph Newsom	Maureen Therese Mulville	Michael Joseph Lynch
(Printed Name)	(Printed Name)	(Printed Name)
President	Secretary	Vice President & Treasurer

Subscribed and sworn to before me this	a. Is this an original filing?	Yes[X] No[]
7 day of May, 2002	b. If no,	
	1. State the amendment number	
	2. Date filed	
	3. Number of pages attached	

(Notary Public Signature)

ASSETS

		Current Statement Date			4 December 31 Prior Year Net Admitted Assets
		1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1-2)	
1.	Bonds	189,224,051		189,224,051	186,869,612
2.	Stocks:				
2.1	Preferred stocks	1,600,000		1,600,000	1,600,000
2.2	Common stocks	4,213,855		4,213,855	4,173,040
3.	Mortgage loans on real estate:				
3.1	First liens				
3.2	Other than first liens				
4.	Real estate:				
4.1	Properties occupied by the company (less \$..... encumbrances)				
4.2	Properties held for the production of income (less \$..... encumbrances)				
4.3	Properties held for sale (less \$..... encumbrances)				
5.	Policy loans	187,914		187,914	179,609
6.	Premium notes, including \$..... for first year premiums				
7.	Cash (\$.....(3,744,554)) and short-term investments (\$.....3,424,162)	(320,391)		(320,391)	3,589,454
8.	Other invested assets				
9.	Receivable for Securities				
10.	Aggregate write-ins for invested assets				
11.	Subtotals, cash and invested assets (Lines 1 to 10)	194,905,429		194,905,429	196,411,715
12.	Reinsurance ceded:				
12.1	Amounts recoverable from reinsurers	1,659,491		1,659,491	2,001,519
12.2	Commissions and expense allowances due	13,036		13,036	13,642
12.3	Experience rating and other refunds due				
12.4	Other amounts receivable under reinsurance contracts				
13.	Electronic data processing equipment and software	119,457		119,457	149,339
14.	Federal and foreign income tax recoverable and interest thereon (including \$.....2,312,786 net deferred tax asset)	7,123,544	4,810,758	2,312,786	2,787,019
15.	Guaranty funds receivable or on deposit	36,929		36,929	53,664
16.	Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$.....(135,253) loading)	7,841,271	300,367	7,540,904	7,188,859
17.	Accident and health premiums due and unpaid	2,628,033	141,674	2,486,359	2,598,573
18.	Investment income due and accrued	3,261,492		3,261,492	3,447,047
19.	Net adjustment in assets and liabilities due to foreign exchange rates				
20.	Receivable from parent, subsidiaries and affiliates	35,121		35,121	49,035
21.	Amounts receivable relating to uninsured accident and health plans ..	243,627		243,627	124,054
22.	Amounts due from agents				
23.	Other assets nonadmitted	60,589	60,589		
24.	Aggregate write-ins for other than invested assets	607,836	360,594	247,242	265,420
25.	TOTAL assets excluding Separate Accounts business (Lines 11 to 24)	218,535,855	5,673,982	212,861,873	215,089,886
26.	From Separate Accounts Statement				
27.	TOTAL (Lines 25 and 26)	218,535,855	5,673,982	212,861,873	215,089,886
Details Of Write-ins					
1001	.....			
1002	.....			
1003	.....			
1098.	Summary of remaining write-ins for Line 10 from overflow page				
1099.	TOTALS (Lines 1001 through 1003 plus 1098) (Line 10 above)				
2401.	Prepaid Expenses/Guaranty Funds	341,606	341,606		
2402.	Premium/Other Deposit Funds	18,988	18,988		
2403.	Miscellaneous Receivable	42,703		42,703	42,703
2498.	Summary of remaining write-ins for Line 24 from overflow page	204,539		204,539	222,717
2499.	TOTALS (Lines 2401 through 2403 plus 2498) (Line 24 above)	607,836	360,594	247,242	265,420

State manner of presentation:

LIABILITIES, SURPLUS AND OTHER FUNDS

		1	2
		Current Statement Date	December 31 Prior Year
1.	Aggregate reserve for life policies and contracts \$.....34,756,959 less \$..... included in Line 6.3 (including \$..... Modco Reserve)	34,756,959	34,635,494
2.	Aggregate reserve for accident and health contracts (including \$..... Modco Reserve)	8,361,571	7,859,980
3.	Liability for deposit-type contracts (including \$..... Modco Reserve)	15,173	15,173
4.	Contract claims:		
4.1	Life	26,713,481	27,381,551
4.2	Accident and health	6,594,754	6,472,313
5.	Policyholders' dividends \$..... and coupons \$..... due and unpaid		
6.	Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1	Dividends apportioned for payment to (including \$..... Modco Reserve)		
6.2	Dividends not yet apportioned (including \$..... Modco Reserve)		
6.3	Coupons and similar benefits (including \$..... Modco Reserve)		
7.	Amount provisionally held for deferred dividend policies not included in Line 6		
8.	Premiums and annuity considerations for life and accident & health policies and contracts received in advance less \$..... discount; including \$.....135,575 accident and health premiums	446,425	375,920
9.	Contract liabilities not included elsewhere:		
9.1	Surrender values on canceled contracts		
9.2	Provision for experience rating refunds, including \$.....45,300 A&H experience rating refunds	850,127	1,407,568
9.3	Other amounts payable on reinsurance; including \$..... assumed and \$..... ceded		
9.4	Interest Maintenance Reserve	133,804	112,725
10.	Commissions to agents due or accrued-life and annuity contracts \$.....2,189,263, accident and health \$.....721,835 and deposit-type contract funds \$.....	2,911,098	5,378,979
11.	Commissions and expense allowances payable on reinsurance assumed		
12.	General expenses due or accrued	3,935,355	4,543,979
13.	Transfers to Separate Accounts due or accrued (net) (Including \$..... accrued for expense allowances recognized in reserves)		
14.	Taxes, licenses and fees due or accrued, excluding federal income taxes	803,386	1,442,043
15.	Federal and foreign income taxes, including \$.....13,207 on realized capital gains (losses) (Including \$..... net deferred tax liability)	500,495	
16.	Unearned investment income	6,996	6,996
17.	Amounts withheld or retained by company as agent or trustee	9,656	
18.	Amounts held for agents' account, including \$..... agents' credit balances		
19.	Remittances and items not allocated	797,724	1,301,580
20.	Net adjustment in assets and liabilities due to foreign exchange rates		
21.	Liability for benefits for employees and agents if not included above	624,053	463,884
22.	Borrowed money \$..... and interest thereon \$.....		
23.	Dividends to stockholders declared and unpaid		
24.	Miscellaneous liabilities:		
24.1	Asset valuation reserve	1,590,384	1,296,659
24.2	Reinsurance in unauthorized companies		
24.3	Funds held under reinsurance treaties with unauthorized reinsurers		
24.4	Payable to parent, subsidiaries and affiliates	243,652	307,982
24.5	Drafts outstanding		
24.6	Liability for amounts held under uninsured accident and health plans	138,867	109,017
24.7	Funds held under coinsurance		
24.8	Payable for securities		
24.9	Capital notes \$..... and interest thereon \$.....		
25.	Aggregate write-ins for liabilities	410,241	376,682
26.	TOTAL Liabilities excluding Separate Accounts business (Lines 1 to 25)	89,844,201	93,488,525
27.	From Separate Accounts Statement		
28.	TOTAL LIABILITIES (Lines 26 and 27)	89,844,201	93,488,525
29.	Common capital stock	2,622,800	2,622,800
30.	Preferred capital stock		
31.	Aggregate write-ins for other than special surplus funds		
32.	Surplus Notes		
33.	Gross paid in and contributed surplus	18,995,342	18,995,342
34.	Aggregate write-ins for special surplus funds		
35.	Unassigned funds (surplus)	101,399,530	99,983,219
36.	Less treasury stock, at cost:		
36.1	..... shares common (value included in Line 29 \$.....)		
36.2	..... shares preferred (value included in Line 30 \$.....)		
37.	Surplus (Lines 31 to 35, Less 36) (Including \$..... in Separate Accounts Statement)	120,394,872	118,978,561
38.	TOTALS of Lines 29, 30 and 37	123,017,672	121,601,361
39.	TOTALS of Lines 28 and 38	212,861,873	215,089,886
DETAILS OF WRITE-INS			
2501.	Unclaimed Funds	410,241	376,682
2502.	.....	
2503.	.....	
2598.	Summary of remaining write-ins for Line 25 from overflow page		
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	410,241	376,682
3101.	.....	
3102.	.....	
3103.	.....	
3198.	Summary of remaining write-ins for Line 31 from overflow page		
3199.	TOTALS (Lines 3101 through 3103 plus 3198) (Line 31 above)		
3401.	.....	
3402.	.....	
3403.	.....	
3498.	Summary of remaining write-ins for Line 34 from overflow page		
3499.	TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)		

SUMMARY OF OPERATIONS
(Excluding Unrealized Capital Gains and Losses)

		1	2	3
		Current Year To Date	Prior Year To Date	Prior Year Ended December 31
1.	Premiums and annuity considerations for life and accident and health policies and contracts	49,738,624	48,927,645	203,049,974
2.	Considerations for supplementary contracts with life contingencies			
3.	Net investment income	3,236,114	3,146,099	12,658,315
4.	Amortization of Interest Maintenance Reserve (IMR)	3,447	2,445	11,343
5.	Separate Accounts net gain from operations excluding unrealized gains or losses			
6.	Commissions and expense allowances on reinsurance ceded	26,345	49,536	194,034
7.	Reserve adjustments on reinsurance ceded			
8.	Miscellaneous Income:			
8.1	Income from fees associated with investment management, administration and contract guarantees from Separate Accounts			
8.2	Charges and fees for deposit-type contracts			
8.3	Aggregate write-ins for miscellaneous income	5,394	18,504	66,905
9.	TOTALS (Lines 1 to 8.3)	53,009,924	52,144,229	215,980,571
10.	Death benefits	28,085,290	29,987,121	118,708,946
11.	Matured endowments (excluding guaranteed annual pure endowments)			
12.	Annuity benefits			
13.	Disability benefits and benefits under accident and health contracts	10,043,147	7,542,279	31,832,499
14.	Coupons, guaranteed annual pure endowments and similar benefits			
15.	Surrender benefits and other fund withdrawals for life contracts	14,391	79,840	24,243
16.	Group conversions	22,500	29,050	84,045
17.	Interest and adjustments on contract or deposit-type contract funds		(11,346)	(10,522)
18.	Payments on supplementary contracts with life contingencies			
19.	Increase in aggregate reserves for life and accident and health policies and contracts	623,057	1,023,771	3,702,594
20.	TOTALS (Lines 10 to 19)	38,788,385	38,650,715	154,341,805
21.	Commissions on premiums, annuity considerations, and deposit type contract funds (direct business only)	6,640,251	6,457,062	26,549,226
22.	Commissions and expense allowances on reinsurance assumed			
23.	General insurance expenses	3,606,489	3,121,878	13,369,453
24.	Insurance taxes, licenses and fees, excluding federal income taxes	1,165,103	1,222,783	4,801,360
25.	Increase in loading on deferred and uncollected premiums	(46,137)	(22,156)	(2,995)
26.	Net transfers to or (from) Separate Accounts			
27.	Aggregate write-ins for deductions			
28.	TOTALS (Lines 20 to 27)	50,154,091	49,430,282	199,058,849
29.	Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	2,855,833	2,713,947	16,921,722
30.	Dividends to policyholders			
31.	Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	2,855,833	2,713,947	16,921,722
32.	Federal and foreign income taxes incurred (excluding tax on capital gains)	1,019,344	969,000	5,695,957
33.	Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	1,836,489	1,744,947	11,225,765
34.	Net realized capital gains or (losses) less capital gains tax of \$.....20,656 (excluding taxes of \$.....13,207 transferred to the IMR)	13,836		(162,980)
35.	Net Income (Line 33 plus Line 34)	1,850,325	1,744,947	11,062,785
CAPITAL AND SURPLUS ACCOUNT				
36.	Capital and surplus, December 31, prior year	121,601,362	108,899,687	108,899,687
37.	Net Income (Line 35)	1,850,325	1,744,947	11,062,785
38.	Change in net unrealized capital gains or (losses)	9,613	(257,643)	(328,702)
39.	Change in net unrealized foreign exchange capital gain (loss)			
40.	Change in net deferred income tax	105,927		437,569
41.	Change in nonadmitted assets and related items	(255,830)	(305,996)	2,393,629
42.	Change in liability for reinsurance in unauthorized companies			
43.	Change in reserve on account of change in valuation basis, (increase) or decrease			(342,457)
44.	Change in asset valuation reserve	(293,725)	222,934	239,358
45.	Change in treasury stock			
46.	Surplus (contributed to) withdrawn from Separate Accounts during period			
47.	Other changes in surplus in Separate Accounts Statement			
48.	Change in surplus notes			
49.	Cumulative effect of changes in accounting principles		1,373,213	(760,507)
50.	Capital changes:			
50.1	Paid in			
50.2	Transferred from surplus (Stock Dividend)			
50.3	Transferred to surplus			
51.	Surplus adjustment:			
51.1	Paid in			
51.2	Transferred to capital (Stock Dividend)			
51.3	Transferred from capital			
51.4	Change in surplus as a result of reinsurance			
52.	Dividends to stockholders			
53.	Aggregate write-ins for gains and losses in surplus			
54.	Net change in capital and surplus (Lines 37 through 53)	1,416,310	2,777,455	12,701,675
55.	Capital and surplus, as of statement date (Lines 36 + 54)	123,017,672	111,677,142	121,601,362
DETAILS OF WRITE-INS				
08.301.	Miscellaneous Income	5,394	18,504	66,905
08.302	.....		
08.303	.....		
08.398.	Summary of remaining write-ins for Line 8.3 from overflow page			
08.399.	TOTALS (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	5,394	18,504	66,905
2701	.....		
2702	.....		
2703	.....		
2798.	Summary of remaining write-ins for Line 27 from overflow page			
2799.	TOTALS (Lines 2701 through 2703 plus 2798) (Line 27 above)			
5301	.....		
5302	.....		
5303	.....		
5398.	Summary of remaining write-ins for Line 53 from overflow page			
5399.	TOTALS (Lines 5301 through 5303 plus 5398) (Line 53 above)			

CASH FLOW

		1	2
		Current Year To Date	Prior Year Ended December 31
CASH FROM OPERATIONS			
1.	Premiums and annuity considerations for life and accident and health contracts	49,058,386	201,766,862
2.	Charges and fees for deposit-type contracts		
3.	Considerations for supplementary contracts with life contingencies		
4.	Net investment income	3,347,068	12,340,961
5.	Commissions and expense allowances on reinsurance ceded	26,345	190,503
6.	Fees associated with investment management, administration and contract guarantee from Separate Accounts		
7.	Aggregate write-ins for miscellaneous income		118
8.	TOTAL (Lines 1 to 7)	52,431,799	214,298,444
9.	Death benefits	28,395,595	116,219,545
10.	Matured endowments		
11.	Annuity benefits		
12.	Disability benefits and benefits under accident and health contracts	9,958,943	31,077,078
13.	Coupons, guaranteed annual pure endowments and similar benefits		
14.	Surrender benefits and withdrawals for life contracts	14,391	24,243
15.	Group conversions	22,500	84,045
16.	Interest and adjustments on contract or deposit-type contract funds		
17.	Payments on supplementary contracts with life contingencies		
18.	TOTAL (Lines 9 to 17)	38,391,429	147,404,911
19.	Commissions on premiums, annuity considerations, and deposit type contract funds	9,108,132	26,288,956
20.	Commissions and expense allowances on reinsurance assumed		
21.	General insurance expenses	4,215,113	12,894,017
22.	Insurance taxes, licenses and fees, excluding federal income taxes	1,803,760	4,109,982
23.	Net transfers to or (from) Separate Accounts		
24.	Aggregate write-ins for deductions		
25.	TOTAL (Lines 18 to 24)	53,518,434	190,697,866
26.	Dividends paid to policyholders		
27.	Federal income taxes (excluding tax on capital gains)	1,019,344	6,956,427
28.	TOTAL (Lines 25 to 27)	54,537,778	197,654,293
29.	Net cash from operations (Line 8 minus Line 28)	(2,105,979)	16,644,151
CASH FROM INVESTMENTS			
30.	Proceeds from investments sold, matured or repaid:		
30.1	Bonds	4,016,500	33,850,450
30.2	Stocks	198,182	36,733
30.3	Mortgage loans		
30.4	Real estate		
30.5	Other invested assets		
30.6	Net gains or (losses) on cash and short-term investments		
30.7	Miscellaneous proceeds		
30.8	TOTAL investment proceeds (Lines 30.1 to 30.7)	4,214,682	33,887,183
31.	Net tax on capital gains (losses)	33,863	(87,758)
32.	TOTAL (Line 30.8 minus Line 31)	4,180,819	33,974,941
33.	Cost of investments acquired (long-term only):		
33.1	Bonds	6,401,438	49,390,981
33.2	Stocks	171,849	36,474
33.3	Mortgage loans		
33.4	Real estate		
33.5	Other invested assets		
33.6	Miscellaneous applications		
33.7	TOTAL investments acquired (Lines 33.1 to 33.6)	6,573,287	49,427,455
34.	Net increase (or decrease) in policy loans and premium notes	8,305	5,837
35.	Net cash from investments (Line 32 minus Line 33.7 minus Line 34)	(2,400,773)	(15,458,351)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
36.	Cash provided:		
36.1	Surplus notes, capital and surplus paid in		
36.2	Borrowed money \$..... less amounts repaid \$.....		
36.3	Capital notes \$..... less amounts repaid \$.....		
36.4	Deposits on deposit-type contract funds and other liabilities without life or disability contingencies		
36.5	Other cash provided	1,284,666	
36.6	TOTAL (Lines 36.1 to 36.5)	1,284,666	
37.	Cash applied:		
37.1	Dividends to stockholders paid		
37.2	Interest on indebtedness		
37.3	Withdrawals on deposit-type contract funds and other liabilities without life or disability contingencies		17,410
37.4	Other applications (net)	687,759	2,402,260
37.5	TOTAL (Lines 37.1 and 37.4)	687,759	2,419,670
38.	Net cash from financing and miscellaneous sources (Line 36.6 minus Line 37.5)	596,907	(2,419,670)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS			
39.	Net change in cash and short-term investments (Line 29, plus Line 35, plus Line 38)	(3,909,845)	(1,233,870)
40.	Cash and short-term investments:		
40.1	Beginning of year	3,589,454	4,823,324
40.2	End of period (Line 39 plus Line 40.1)	(320,391)	3,589,454
DETAILS OF WRITE-INS			
0701.	Miscellaneous Income		118
0702	.....	
0703	.....	
0798.	Summary of remaining write-ins for Line 7 from overflow page		
0799.	TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above)		118
2401	.....	
2402	.....	
2403	.....	
2498.	Summary of remaining write-ins for Line 24 from overflow page		
2499.	TOTALS (Lines 2401 through 2403 plus 2498) (Line 24 above)		

EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT - TYPE CONTRACTS

		1	2	3
		Current Year To Date	Prior Year To Date	Prior Year Ended December 31
1.	Industrial life .....	.....	.....	.....
2.	Ordinary life insurance	384,852	379,905	1,566,550
3.	Ordinary individual annuities .....	.....	.....	.....
4.	Credit life (group and individual) .....	.....	.....	.....
5.	Group life insurance	28,158,090	28,910,714	120,188,156
6.	Group annuities .....	.....	.....	.....
7.	A & H - group	14,498,387	13,926,679	58,428,314
8.	A & H - credit (group and individual) .....	.....	.....	.....
9.	A & H - other	573,058	458,905	1,332,419
10.	Aggregate of all other lines of business .....	.....	.....	.....
11.	Subtotal	43,614,387	43,676,203	181,515,439
12.	Deposit-type contracts .....	.....	.....	.....
13.	Total	43,614,387	43,676,203	181,515,439
DETAILS OF WRITE-INS				
1001	.....	.....	.....	.....
1002	.....	.....	.....	.....
1003	.....	.....	.....	.....
1098.	Summary of remaining write-ins for Line 10 from overflow page .....	.....	.....	.....
1099.	Totals (Lines 1001 through 1003 plus 1098) (Line 10 above) .....	.....	.....	.....

Notes to Financial Statement

1. Summary of Significant Accounting Policies

The accompanying financial statements of Medical Life Insurance Company have been completed in accordance with the NAIC Accounting Practices and Procedures manual and the Annual Statement Instructions.
The preparation of these financial statements requires the use of management’s estimates.

Accounting Policies

- 1. Short-term investments are stated at cost
- 2. Bonds are stated at amortized cost, on a yield-basis amortization method.
- 3. Common stocks are stated at market value
- 4. Preferred stocks are stated at cost
- 5. Medical Life does not hold any mortgage loans
- 6. Medical Life does not hold any loan-backed securities
- 7. Investments in subsidiaries are accounted for on the equity method
- 8. Medical Life does not have any investments in joint ventures, partnerships or limited liability companies
- 9. Medical Life does not invest in derivative instruments
- 10. Medical Life does not hold a premium deficiency reserve
- 11. LAE reserve is established in accordance with SSAP No. 55 and is based on the estimated ultimate cost of settling claims using past experience

9. Income Taxes

- A. The components of the net deferred tax asset recognized in the Company’s Assets, Liabilities, Surplus And Other Funds are as follows:

	<u>3/31/02</u>	<u>12/31/01</u>
Total of all deferred tax assets	\$10,260,891	10,039,396
Total of all deferred tax liabilities	(3,137,347)	(3,021,779)
Net DTA	7,123,544	7,017,617
Deferred tax asset non-admitted	<u>4,810,758</u>	<u>4,778,593</u>
Net Admitted DTA	<u>2,132,786</u>	<u>2,239,024</u>
Increase (Decrease) in Non-Admitted Deferred Tax Asset	32,165	(428,106)

- F. Medical Life Insurance Company will file a consolidated return for 2002with it’s subsidiary; American Capital Life Insurance Company.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

- C. In accordance with SAAP No. 18, Medical Life Insurance Company has no wash sales to report for the period covered by the attached statements.

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since the prior year end unless otherwise noted)

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Did the reporting entity implement any significant accounting policy changes which would require disclosure in the Notes to the Financial Statements?

Yes[] No[X]
- 1.2 If yes, explain:
- 2.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes[] No[X]
- 2.2 If yes, has the report been filed with the domiciliary state?

Yes[] No[X]
- 3.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes[] No[X]
- 3.2 If yes, date of change:
If not previously filed, furnish herewith a certified copy of the instrument as amended.
4. Have there been any substantial changes in the organizational since the prior quarter end?
If yes attach an organizational chart.

Yes[] No[X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes[] No[X]
- 5.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	State of Domicile
.....

6. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?
If yes, attach an explanation.

Yes[] No[X] N/A[]
- 7.1 State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/1998
- 7.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/1998
- 7.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

08/02/1999
- 7.4 By what department or departments?
Ohio Department of Insurance
- 8.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.)

Yes[] No[X]
- 8.2 If yes, give full information

GENERAL INTERROGATORIES (continued)

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted.)

INVESTMENT

- 9.1

Has there been any changes in the reporting entity’s own preferred or common stock?

Yes[] No[X]
- 9.2

If yes, explain:
- 10.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes[] No[X]
- 10.2

If yes, give full and complete information relating thereto:
11.

Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$
12.

Amount of real estate and mortgages held in short-term investments:

\$
- 13.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes[X] No[]
- 13.2

If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
13.21 Bonds		
13.22 Preferred Stock	1	
13.23 Common Stock	2,535,481	2,557,672
13.24 Short-Term Investments		
13.25 Mortgages, Loans or Real Estate		
13.26 All Other		
13.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 13.21 to 13.26)	2,535,482	2,557,672
13.28 Total Investment in Parent included in Lines 13.21 to 13.26 above		
13.29 Receivable from Parent not included in Lines 13.21 to 13.26 above		

- 14.1

Does the reporting entity have any hedging transactions reported in Schedule DB?

Yes[] No[X]
- 14.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?
If no, attach a description with this statement.

Yes[] No[X]
15.

Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity’s offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1 - General, Section IV, H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes[] No[X]
- 15.1

For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
.....

- 15.2

For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
.....

- 15.3

Have there been any changes, including name changes, in the custodian(s) identified in 15.1 during the current year?

Yes[] No[X]
- 15.4

If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
.....

- 15.5

Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
.....

GENERAL INTERROGATORIES (Continued)

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

PART 2 - LIFE & HEALTH

1.	Report the statement value of mortgage loans at the end of this reporting period for the following categories:	
1.1	Long-Term Mortgages in Good Standing	
1.11	Farm Mortgages	\$
1.12	Residential Mortgages	\$
1.13	Commercial Mortgages	\$
1.14	Total Mortgages in Good Standing	\$
1.2	Long-Term Mortgages in good Standing with Restructured Terms	
1.21	Total Mortgages in Good Standing	\$
1.3	Long-Term Mortgage Loans upon which Interest is Overdue more than Three Months	
1.31	Farm Mortgages	\$
1.32	Residential Mortgages	\$
1.33	Commercial Mortgages	\$
1.34	Total Mortgages with Interest Overdue more than Three Months	\$
1.4	Long-Term Mortgage Loans in Process of Foreclosure	
1.41	Farm Mortgages	\$
1.42	Residential Mortgages	\$
1.43	Commercial Mortgages	\$
1.44	Total Mortgages in Process of Foreclosure	\$
1.5	Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2)	\$
1.6	Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter	
1.61	Farm Mortgages	\$
1.62	Residential Mortgages	\$
1.63	Commercial Mortgages	\$
1.64	Total Mortgages Foreclosed and Transferred to Real Estate	\$

11 Schedule A Verification NONE

11 Schedule B Verification NONE

11 Schedule BA Verification. NONE

12 Schedule D Part 1B NONE

SCHEDULE DA - PART 1

Short - Term Investments Owned End of Current Quarter

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Amount of Interest Received Current Quarter	5 Paid for Accrued Interest
8099999. TOTALS	3,424,162	X X X	3,424,162	19,559	.....

SCHEDULE DA - PART 2 - Verification

Short-Term Investments Owned

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter CurrentYear	4 Prior Year Ended December 31
1. Book/adjusted carrying value, beginning of period				
2. Cost of short-term investments acquired	3,424,162			
3. Increase (decrease) by adjustment				
4. Increase (decrease) by foreign exchange adjustment				
5. Total profit (loss) on disposal of short-term investments				
6. Consideration received on disposal of short-term investments				
7. Book/adjusted carrying value, current period	3,424,162			
8. Total valuation allowance				
9. Subtotals (Lines 7 plus 8)	3,424,162			
10. Total nonadmitted amounts				
11. Statement value (Lines 9 minus 10)	3,424,162			
12. Income collected during period	19,559			224,212
13. Income earned during period	19,559			224,212

14 Schedule DB Part F Section 1..... NONE

15 Schedule DB Part F Section 2..... NONE

16 Schedule S Ceded Reinsurance NONE

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year To Date - Allocated by States and Territories

States, Etc.			1 Is Insurer Licensed? (Yes or No)	Direct Business Only				
				Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Deposit-Type Contract Funds	6 Other Considerations
				2 Life Insurance Premiums	3 Annuity Considerations			
1.	Alabama	AL	Yes	129,842		129,744		
2.	Alaska	AK	Yes	1,552				
3.	Arizona	AZ	Yes	965,850		464,027		
4.	Arkansas	AR	Yes	66,129		45,433		
5.	California	CA	No					
6.	Colorado	CO	Yes	1,978		168		
7.	Connecticut	CT	Yes	3,589,497		146,790		
8.	Delaware	DE	Yes	(35,216)		7,919		
9.	District of Columbia	DC	Yes	502,836		69,015		
10.	Florida	FL	Yes	219,004		149,209		
11.	Georgia	GA	Yes	193,392		260,846		
12.	Hawaii	HI	Yes	19,286		2,960		
13.	Idaho	ID	Yes	28,072		4,766		
14.	Illinois	IL	Yes	10,098		33,828		
15.	Indiana	IN	Yes	347,091		248,194		
16.	Iowa	IA	Yes	1,324,421		773,306		
17.	Kansas	KS	Yes	10,385		21,541		
18.	Kentucky	KY	Yes	780,873		830,252		
19.	Louisiana	LA	Yes	19,512		35,660		
20.	Maine	ME	Yes	338,585		843,432		
21.	Maryland	MD	Yes	941,989		721,760		
22.	Massachusetts	MA	Yes	454,243		1,283,856		
23.	Michigan	MI	Yes	400,677		478,137		
24.	Minnesota	MN	Yes					
25.	Mississippi	MS	Yes	67,071		11,216		
26.	Missouri	MO	Yes	3,919		7,083		
27.	Montana	MT	Yes	580,957		321,380		
28.	Nebraska	NE	Yes			13,819		
29.	Nevada	NV	Yes	579				
30.	New Hampshire	NH	Yes	502,250		888,921		
31.	New Jersey	NJ	Yes	199,646		95,580		
32.	New Mexico	NM	Yes					
33.	New York	NY	No					
34.	North Carolina	NC	Yes	2,360,289		980,838		
35.	North Dakota	ND	Yes	3,835		28,901		
36.	Ohio	OH	Yes	9,960,912		2,502,971		
37.	Oklahoma	OK	Yes	14,476		37,415		
38.	Oregon	OR	Yes	1,756		782		
39.	Pennsylvania	PA	Yes	1,379,980		1,727,738		
40.	Rhode Island	RI	Yes	401,351		135,058		
41.	South Carolina	SC	Yes	56,593		64,973		
42.	South Dakota	SD	Yes	380,084		96,042		
43.	Tennessee	TN	Yes	235,929		652,207		
44.	Texas	TX	Yes					
45.	Utah	UT	Yes	44,775		(34,580)		
46.	Vermont	VT	Yes	204,895		312,925		
47.	Virginia	VA	Yes	184,727		157,602		
48.	Washington	WA	Yes	153,503		45,894		
49.	West Virginia	WV	Yes	706,090		267,501		
50.	Wisconsin	WI	Yes	95,063		275,250		
51.	Wyoming	WY	Yes	140,617		11,460		
52.	American Samoa	AS	No					
53.	Guam	GU	No					
54.	Puerto Rico	PR	No					
55.	U.S. Virgin Islands	VI	No					
56.	Canada	CN	No					
57.	Aggregate other alien	OT	X X X					
58.	SUBTOTAL	(a)	49	27,989,393		15,151,819		
90.	Reporting entity contributions for employee benefits plans		X X X					
91.	Dividends or refunds applied to purchase paid-up additions and annuities		X X X					
92.	Dividends or refunds applied to shorten endowment or premium paying period		X X X					
93.	Premium or annuity considerations waived under disability or other contract provisions		X X X					
94.	Aggregate other amounts not allocatable by State		X X X					
95.	TOTALS (Direct Business)		X X X	27,989,393		15,151,819		
96.	Plus Reinsurance Assumed		X X X	9,615,870				
97.	TOTALS (All Business)		X X X	37,605,263		15,151,819		
98.	Less Reinsurance Ceded		X X X	1,003,493		2,695,203		
99.	TOTALS (All Business) less Reinsurance Ceded		X X X	36,601,770		12,456,616		
DETAILS OF WRITE-INS								
5701			X X X					
5702			X X X					
5703			X X X					
5798.	Summary of remaining write-ins for Line 57 from overflow page		X X X					
5799.	TOTALS (Lines 5701 through 5703 plus 5798) (Line 57 above)		X X X					
9401			X X X					
9402			X X X					
9403			X X X					
9498.	Summary of remaining write-ins for Line 94 from overflow page		X X X					
9499.	TOTALS (Lines 9401 through 9403 plus 9498) (Line 94 above)		X X X					

(a) Insert the number of yes responses except for Canada and Other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

All insurer members of a Holding Company Group that has acquired and/or disposed of any domestic insurer (s) since filing the last annual or quarterly statement shall prepare a common schedule for inclusion in each of the individual quarterly statements

PART 1 - ORGANIZATIONAL CHART

N O N E

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	RESPONSES
1. Will the SVO Compliance Certification be filed with this statement?	Yes
2. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	No

Explanations:

Bar Codes:



OVERFLOW PAGE FOR WRITE-INS

ASSETS

		Current Statement Date			4 December 31 Prior Year Net Admitted Assets
		1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1-2)	
1097.	Summary of remaining write-ins for Line 10 (Lines 1004 through 1096)				
2404.	Split Dollar Cash Value	165,560		165,560	152,060
2405.	Amounts Withheld by Company as Agent or Trustee	38,979		38,979	70,657
2497.	Summary of remaining write-ins for Line 24 (Lines 2404 through 2496)	204,539		204,539	222,717

E01 Schedule A Part 2. NONE

E01 Schedule A Part 3. NONE

E02 Schedule B Part 1. NONE

E02 Schedule B Part 2. NONE

E03 Schedule BA Part 1. NONE

E03 Schedule BA Part 2 NONE

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation (a)
Bonds - U.S. Governments								
31359MMF7	FEDERAL NATIONAL MORTGAGE ASSOC	03/07/2002	MCDONALD & COMPANY	X X X	1,951,563	2,000,000	6,250	1PE
31359MMF7	FEDERAL NATIONAL MORTGAGE ASSOC	03/12/2002	MCDONALD & COMPANY	X X X	1,940,000	2,000,000	7,500	1PE
3136F1PE4	FEDERAL NATIONAL MORTGAGE ASSOC	02/21/2002	MCDONALD & COMPANY	X X X	1,003,750	1,000,000 .....	.....	1PE
0399999 Subtotal - Bonds - U.S. Governments					4,895,313	5,000,000	13,750 .....	.....
Bonds - Industrial and Miscellaneous								
52517PSC6	LEHMAN BROTHERS HOLDINGS	02/21/2002	FERRIS, BAKER, WATTS	X X X	511,250	500,000	4,233	1
743315AK9	PROGRESSIVE INSURANCE	03/20/2002	FERRIS, BAKER, WATTS	X X X	496,250	500,000	9,208	1PE
92344WAA9	VERIZON MARYLAND, INC.	02/21/2002	FERRIS, BAKER, WATTS	X X X	498,625	500,000	85	1PE
4599999 Subtotal - Bonds - Industrial and Miscellaneous					1,506,125	1,500,000	13,526 .....	.....
6099997 Subtotal - Bonds - Part 3					6,401,438	6,500,000	27,276 .....	.....
6099998 Summary Item for Bonds Bought and Sold This Quarter .....					.....	.....	.....	.....
6099999 Subtotal - Bonds					6,401,438	6,500,000	27,276 .....	.....
6599998 Summary Item for Preferred Stock Bought and Sold This Quarter .....					.....	.....	.....	.....
Common Stock - Industrial and Miscellaneous								
031162100	AMGEN, INC.	01/16/2002	FERRIS, BAKER, WATTS	1,000.000	56,930	X X X .....	.....	L
369604103	GENERAL ELECTRIC COMPANY	01/16/2002	FERRIS, BAKER, WATTS	210.000	8,114	X X X .....	.....	L
713448108	PEPSICO INCORPORATED	01/16/2002	FERRIS, BAKER, WATTS	1,000.000	48,830	X X X .....	.....	L
717081103	PFIZER INCORPORATED	01/16/2002	FERRIS, BAKER, WATTS	400.000	16,330	X X X .....	.....	L
902124106	TYCO INT'L LTD	01/16/2002	FERRIS, BAKER, WATTS	500.000	24,025	X X X .....	.....	L
931422109	WALGREEN COMPANY	01/16/2002	FERRIS, BAKER, WATTS	500.000	17,620	X X X .....	.....	L
6899999 Subtotal - Common Stock - Industrial and Miscellaneous					171,849	X X X .....	.....	.....
7099997 Subtotal - Common Stock - Part 3					171,849	X X X .....	.....	.....
7099998 Summary Item for Common Stock Bought and Sold This Quarter .....					.....	X X X .....	.....	.....
7099999 Subtotal - Common Stock					171,849	X X X .....	.....	.....
7199999 Subtotal - Preferred and Common Stock					171,849	X X X .....	.....	.....
7299999 Total - Bonds, Preferred and Common Stock					6,573,287	X X X	27,276 .....	.....

(a) For all common stock bearing the NAIC designation "U" provide: the number of such issues

SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks Sold, Redeemed, or Otherwise Disposed of
by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) On Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Desig- nation (a)
Bonds - Industrial and Miscellaneous																
165087AM9	CHESAPEAKE & POTOMAC TELEPHONE	01/15/2002	MATURED	X X X	500,000	500,000	495,290	500,000	80					17,813	X X X	1PE
44181KXE9	HOUSEHOLD FINANCE	01/22/2002	CALLED	X X X	500,000	500,000	500,000	500,000						2,933	X X X	1PE
59018SZS6	MERRILL LYNCH	02/12/2002	CALLED	X X X	500,000	500,000	495,000	496,582	56			3,418	3,418	16,050	X X X	1PE
644239AK1	NEW ENGLAND TELEPHONE & TELEGRAPH	03/04/2002	CALLED	X X X	1,000,000	1,000,000	948,230	969,943	1,015			30,057	30,057	26,031	X X X	1PE
645767AP9	NEW JERSEY BELL TELEPHONE CO.	03/06/2002	CALLED	X X X	1,516,500	1,500,000	1,513,095	1,512,242	(154)			4,258	4,258	29,193	X X X	1PE
4599999 Subtotal - Bonds - Industrial and Miscellaneous					4,016,500	4,000,000	3,951,615	3,978,767	997			37,733	37,733	92,020	X X X	X X X
6099997 Subtotal - Bonds - Part 4					4,016,500	4,000,000	3,951,615	3,978,767	997			37,733	37,733	92,020	X X X	X X X
6099998 Summary Item for Bonds Bought and Sold This Quarter															X X X	X X X
6099999 Subtotal - Bonds					4,016,500	4,000,000	3,951,615	3,978,767	997			37,733	37,733	92,020	X X X	X X X
6599998 Summary Item for Preferred Stock Bought and Sold This Quarter														X X X		X X X
Common Stock - Industrial and Miscellaneous																
247126105	DELPHI AUTOMOTIVE SYSTEMS	01/16/2002	FERRIS, BAKER, WATTS	698.000	9,205	X X X	7,651	7,651				1,554	1,554	X X X	49	L
254687106	WALT DISNEY COMPANY	01/16/2002	FERRIS, BAKER, WATTS	450.000	9,630	X X X	9,375	9,375				255	255	X X X		L
254687106	WALT DISNEY COMPANY	01/16/2002	FERRIS, BAKER, WATTS	450.000	9,630	X X X	8,514	8,514				1,116	1,116	X X X		L
254687106	WALT DISNEY COMPANY	01/16/2002	FERRIS, BAKER, WATTS	1,800.000	38,519	X X X	34,725	34,725				3,794	3,794	X X X		L
589331107	MERCK & COMPANY INC.	01/16/2002	FERRIS, BAKER, WATTS	600.000	35,259	X X X	47,340	47,340				(12,081)	(12,081)	X X X	210	L
806605101	SCHERING-PLOUGH CORP	01/16/2002	FERRIS, BAKER, WATTS	760.000	25,817	X X X	11,343	11,343				14,474	14,474	X X X		L
806605101	SCHERING-PLOUGH CORP	01/16/2002	FERRIS, BAKER, WATTS	340.000	11,550	X X X	5,075	5,075				6,475	6,475	X X X		L
806605101	SCHERING-PLOUGH CORP	01/16/2002	FERRIS, BAKER, WATTS	900.000	30,573	X X X	13,433	13,433				17,140	17,140	X X X		L
806857108	SCHLUMBERGER LIMITED	01/16/2002	FERRIS, BAKER, WATTS	550.000	28,000	X X X	39,442	39,442				(11,442)	(11,442)	X X X	103	L
6899999 Subtotal - Common Stock - Industrial and Miscellaneous					198,182	X X X	176,897	176,897				21,285	21,285	X X X	362	X X X
7099997 Subtotal - Common Stock - Part 4					198,182	X X X	176,897	176,897				21,285	21,285	X X X	362	X X X
7099998 Summary Item for Common Stock Bought and Sold This Quarter						X X X								X X X		X X X
7099999 Subtotal - Common Stock					198,182	X X X	176,897	176,897				21,285	21,285	X X X	362	X X X
7199999 Subtotal - Preferred and Common Stock					198,182	X X X	176,897	176,897				21,285	21,285	X X X	362	X X X
7299999 Total - Bonds, Preferred and Common Stock					4,214,682	X X X	4,128,512	4,155,664	997			59,018	59,018	92,020	362	X X X

(a) For all common stock bearing the NAIC designation "U" provide: the number of such issues

E06 Schedule DB Part A Section 1..... NONE

E06 Schedule DB Part B Section 1..... NONE

E07 Schedule DB Part C Section 1..... NONE

E07 Schedule DB Part D Section 1..... NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances									
1			2	3	4	Book Balance at End of Each Month During Current Quarter			8
Depository			Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	5	6	7	*
						First Month	Second Month	Third Month	
open depositories									
Key Bank National Association	Cleveland, OH					(6,020,611)	(6,172,265)	(5,540,463)	
Key Bank National Association - SWEEP	Cleveland, OH			1,929		1,296,614	424,650	830,285	
Key Bank National Association - TRUST	Cleveland, OH						(6,510)		
Chase Manhattan Bank	White Plains, NY					41,514	41,514	41,514	
Comerica Bank	Detroit, MI					59,542	59,542	59,542	
Wachovia Bank of Georgia, NA	Atlanta, GA			143		25,000	25,000	25,000	
Bank of America	Chicago, IL					2,221,798	1,137,641	637,641	
American National Bank	Chicago, IL					(570,944)	814,049	201,526	
0199998 Deposits in depositories which do not exceed the allowable limit in any one depository (See Instructions) - open depositories			X X X						
0199999 Totals - Open Depositories			X X X	2,072		(2,947,087)	(3,676,379)	(3,744,954)	
0299998 Deposits in depositories which do not exceed the allowable limit in any one depository (See Instructions) - suspended depositories			X X X						
0299999 Totals - Suspended Depositories			X X X						
0399999 Total Cash On Deposit			X X X	2,072		(2,947,087)	(3,676,379)	(3,744,954)	
0499999 Cash in Company's Office			X X X	X X X	X X X	400	400	400	
0599999 Total Cash			X X X	2,072		(2,946,687)	(3,675,979)	(3,744,554)	

TSS-1 Trusteed Surplus Affidavit NONE

TSS-2 Trusteed Surplus Assets NONE

TSS-2 Trusteed Surplus Assets (Cont.) NONE

TSS-3 Trusteed Surplus Liabilities NONE

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